

- Foreign corporation. 8. The words "foreign corporation" mean any corporation other than a domestic corporation.
- Tax year. 9. The words "tax year" mean the calendar year in which the tax is payable.
- Income year. 10. The words "income year" mean the calendar year or the fiscal year, upon the basis of which the net income is computed under this act; if no fiscal year has been established they mean the calendar year.
- Fiscal year. 11. The words "fiscal year" mean an income year, ending on the last day of any month other than December.
- Paid. 12. The word "paid" for the purposes of the deductions under this act means "paid or accrued" or "paid or incurred," and the words "paid or accrued," "paid or incurred," and "incurred," shall be construed according to the method of accounting upon the basis of which the net income is computed under this act. The word "received" for the purpose of the computation of the net income under this act means "received or accrued," and the words "received or accrued" shall be construed according to the method of accounting upon the basis of which the net income is computed under this act.
- Received.
Received or accrued. 13. The word "resident" applies only to individuals, and includes for the purpose of determining liability to the tax imposed by this act, with reference to the income of any income year, any individual who shall be a resident of the State on the first day of the tax year. In the absence of other satisfactory indicia the residence of a person who has two or more places in which he occasionally dwells may be determined with reference to the place at which the individual lived the longest period of time during the income year.
- Resident. 14. The words "foreign country" mean any jurisdiction other than one embraced within the United States. The words "United States," when used in a geographical sense, include the States, the Territories of Alaska and Hawaii, the District of Columbia, and the possessions of the United States.
- Foreign country.
United States.

ARTICLE II

IMPOSITION OF TAX

- Imposition of tax. SEC. 200. *Individuals.* A tax is hereby imposed upon every resident of the State, which tax shall be levied, collected and paid annually, with respect to the net income of the taxpayer as herein defined, and upon income earned within this State of every non-resident having a business or agency in the State, computed at the following rates, after deducting the exemptions provided in this act:
- Individuals. On the excess over the amount legally exempted up to twenty-five hundred dollars, one per cent:
- On:
Excess up to
\$2,500.